



# Current Program Budgets

	<b>CDBG (\$MM)</b>	<b>HMGP (\$MM)</b>	<b>Total (\$MM)</b>
<b>I. Subtotal – Road Home Program</b>	<b>\$ 8,080</b>	<b>\$ 1,170</b>	<b>\$ 9,250</b>
<b>II. Subtotal - Infrastructure &amp; Hazard Mitigation</b>	<b>1,970</b>	<b>330</b>	<b>\$ 2,300</b>
<b>III. Subtotal - Economic Development Program</b>	<b>350</b>		<b>\$ 350</b>
<b>Total Budgeted Allocations of CDBG &amp; HMGP*</b>	<b>\$ 10,400</b>	<b>\$ 1,500</b>	<b>\$ 11,900</b>

\* Current HMGP estimate is \$1.5B, down from original estimate of \$1.7B. If HMGP increases, Infrastructure budget increases.



# The Road Home Program Budget

	<b>CDBG (\$MM)</b>	<b>HMGP (\$MM)</b>	<b>Total (\$MM)</b>
<b>I. Road Home Housing Programs</b>			
Homeowner Assistance Program	6,350	1,170	
Workforce and Affordable Rental Housing (Piggyback, Mixed Income, Small Rental, Supportive Services)	1,536		
Developer Incentives and Code Enforcement	32		
Homeless Shelter Infrastructure and Services	26		
Housing Costs in Action Plan #1	18		
State Administrative Costs	121		
<b>I. Subtotal – Road Home Program</b>	<b>\$ 8,080</b>	<b>\$ 1,170</b>	<b>\$ 9,250</b>

\* Current HMGP estimate is \$1.5B, down from original estimate of \$1.7B. If HMGP increases, Infrastructure budget increases.



## **Action Plan Amendment – Economic Development**

- **Long Term Recovery Loan Program (\$95 million)**
- **Tourism Marketing Program (\$28.5 million)**
- **Small Firm Recovery Loan & Grant Program (\$38 million)**
- **Technical Assistance to Small Firms Program (\$9.5 million)**



# Long Term Recovery Loan Program

**Purpose: To provide access to loans or bonds for companies which are unable to get conventional loans because of their post-storm risk profile or revenue status**

- ✿ \$95 million to guarantee low-interest loans or tax exempt bonds, leveraging about \$550 million**
- ✿ Available to firms in impacted areas that sustained physical or economic loss**
- ✿ Local banks underwrite & approve loans**
- ✿ Maximum \$1.5 million per loan**
- ✿ Fixed assets, equipment, & working capital**



# Tourism Marketing Program

**Purpose: To jump start the damaged tourism and convention industry sectors with a large marketing and advertising campaign**

- ✦ \$28.5 million**
- ✦ Prior to storms, 2<sup>nd</sup> largest industry; cultural economy was fastest growing**
- ✦ Surveys show negative images since storms**
- ✦ Funds to be used for:**
  - ✦ Tourism travel advertising & marketing (including Southwest Louisiana)**
  - ✦ New Orleans leisure travel marketing**
  - ✦ New Orleans convention & meeting travel**



# **Small Firm Recovery Loan & Grant Program**

**Purpose: To provide loans and grants to small firms which require more hands-on business assistance in order to restart, maintain operations, or grow**

- ❖ \$38 million**
- ❖ Modeled after NYC program**
- ❖ Low-cost working capital loans**
- ❖ Grants to reimburse tangible expenses**
- ❖ Technical assistance to firms receiving funds**
- ❖ Includes nonprofits**
- ❖ RFP process**
- ❖ Multiple contracts to service providers**



# Technical Assistance to Small Firms Program

**Purpose: To fund a competitive RFP award that provides grants to entities for various forms of technical assistance to entrepreneurs and small firms**

- ✦ \$9.5 million**
- ✦ Modeled after NYC program**
- ✦ Hands on assistance to small firms, including nonprofits**
- ✦ Assistance for entrepreneurs**
- ✦ RFP process**
- ✦ Multiple contracts to service providers**



## Action Plan Amendment – Infrastructure Program

- Maintains State Buildings Program at current funding (\$150 million)
- Increases funding for Local Infrastructure Program from \$95 million to \$595 million (a \$500 million increase)
- Allocates \$200 million of the local infrastructure funding to repair primary and secondary schools, based on criteria established by the LRA and DOE
- Expands allowable expenditures for the Infrastructure Program to include HMGP match and certain critical repairs that are not eligible for FEMA Public Assistance based on criteria established by the LRA





## Process/Rationale for Allocation of Funds to Infrastructure Repair Programs

- Most of the damage estimates included in the following table still have a high degree of uncertainty due to the scale of losses and the need to begin repairs before some costs can be accurately determined.
- Repairs will take 2-4 years to perform.
- In order to avoid overallocating the infrastructure repair programs within the Action Plan, the current Action Plan Amendment includes estimated amounts required to begin prioritized repairs over the next several months.
- Additional amounts will be added to the programs as required to meet funding needs.
- The estimate of total required funds will be updated and refined regularly, always holding back enough funds to cover the worst case estimate, until the final required amount is determined.
- Expenditures that are ineligible for PA grants will be evaluated against program needs and feasibility criteria (to be established by the LRA) to determine eligibility under this program.



# ESTIMATED INFRASTRUCTURE REPAIR COSTS

<b>Estimated Additional Needs</b>	<b>Estimated FEMA Match (\$MM)</b>	<b>Est. Ineligible Cost (\$MM)</b>	
<b>Local/Parish Expenses</b>			
Local Public Building Repairs & Drainage Clearing	64		
Education - K12	95	292	
Highway System Repairs	48		
Airports	30		
Transit (Public Belt Rail, etc)	70		
Ports infrastructure	40		
Medical Center of Louisiana at New Orleans	9	291	
Fishing Industry Facilities		50	
Wastewater Treatment Facilities - Public/Private	130		
Water Wells/Aquifer Protection		7	
Public Drinking Water Systems	40		
<b>Subtotal - Local/Parish Expenses</b>	<b>\$ 526</b>	<b>\$ 640</b>	
<b>State/Other Expenses</b>			
State Buildings – FEMA match, Mitigation, Code Comp.	150	250	
Levees - Non Federal		20	
Submerged Debris		10	
Hazard Mitigation Match	63		
<b>Subtotal - State/Other Expenses</b>	<b>\$ 213</b>	<b>\$ 280</b>	
<b>Total Estimated Additional Needs</b>	<b>\$ 739</b>	<b>\$ 920</b>	<b>\$ 1659</b>
Admin Costs (5%)	37	46	\$ 83
	<b>Total Estimated Needs</b>		<b>\$ 1,742</b>



## Proposed Infrastructure Expenditures

- **Education – K12** : FEMA match, coverage of uninsured losses, repairs of existing damage exposed by the storm, bringing schools up to code
- **Highway System Repairs**: FEMA match for anticipated non-federal road bed damage due to inundation, match for FHWA grants for heavily affected areas (3 years)
- **Airports**: FEMA match for building damages
- **Transit**: FEMA match for losses in transit systems (buses, rail lines, etc.)
- **Ports**: FEMA match for damage of port facilities,
- **Medical Center**: LSU/VA hospital partnership
- **Fishing Industry Facilities**: repair of docks, ice houses, and other infrastructure not covered by FEMA PA (note – Pending legislation in Congress may make this allotment unnecessary. If so, it will be removed.)



## Proposed Infrastructure Expenditures (cont'd)

- **Wastewater Treatment Facilities:** FEMA match for damage to equipment and collection systems, repair of underinsured, privately owned systems
- **Public Drinking Water Systems:** FEMA match, uninsured losses
- **Levees – Non-Federal:** FEMA match repairs to public levees
- **Water Wells/Aquifer:** Plug and Abandon damaged water wells to protect aquifers
- **Submerged Debris Removal:** Removal of debris from public water bottoms that are not included in FEMA's clearing of navigable channels (note – Pending legislation in Congress may make this allotment unnecessary. If so, it will be removed.)
- **Hazard Mitigation Match:** 25% match on previously approved HMGP funds allocated to local infrastructure. Allows local governments to move forward on HMGP projects.



## Infrastructure Items not Addressed in Repair Estimates

Potential Additional Projects	Low (\$MM)	High (\$MM)
100% State Funding of FEMA-Ineligible Repairs (wastewater, drinking water, roads, ports, etc.)	0	1,500
HANO Public Housing Rehabilitation	0	40
Assistance to Investor-owned Utility Rate Payers	0	1,200
Parish Long-Term Community Recovery Plans	0	3,000
Emergency Response - Communications	0	350
Emergency Response - Generators	0	50
Louisiana emergency Response Network	0	7
Higher Ed Investments (research labs/infrastructure)	0	100
10% Match of FEMA Categories A&B after June 30	0	60
Transportation Projects – Evac. and Regional Priorities	0	580
Residential Lead Remediation – New Orleans	0	21
Infrastructure Growth Investments (ports, etc.)	0	250
Economic Dev. Growth Investments (recruitment)	0	250
Community and Regional Planning Capacity	0	9
Multi-State Regional Evacuation Planning	0	1
<b>Total Potential Additional Needs</b>	<b>\$ 0</b>	<b>\$ 7418</b>